

2023 Legislature - Operating Budget
Transaction Compare - Governor Structure
Between Adj Base and 24Gov

Numbers and Language
Differences
Agencies: Labor

Agency: Department of Labor and Workforce Development

	Column	Trans Type	Total Expenditure	Personal Services	Travel	Services	Commodities	Capital Outlay	Grants	Misc	PFT	PPT	TMP
Commissioner and Administrative Services													
Workforce Investment Board													
Reduce Interagency Authority No Longer Needed	24Gov	Dec	-221.6	0.0	0.0	-221.6	0.0	0.0	0.0	0.0	0	0	0
The remaining interagency authority is sufficient to meet the needs of the component.													
1007 I/A Rcpts (Other)			-221.6										
* Allocation Difference *			-221.6	0.0	0.0	-221.6	0.0	0.0	0.0	0.0	0	0	0
** Appropriation Difference **			-221.6	0.0	0.0	-221.6	0.0	0.0	0.0	0.0	0	0	0
Workers' Compensation													
Second Injury Fund													
Restore Omnibus Workers' Compensation Ch. 91 SLA 2018 (HB79)	24Gov	IncM	400.0	0.0	0.0	0.0	0.0	0.0	400.0	0.0	0	0	0
This increment restores the FY2024 total in the Second Injury Fund. This is the last fiscal year impacted by the fiscal note for House Bill (HB) 79.													
When HB79 was passed, the Second Injury Fund (SIF) provided a fiscal note stating that the fund could reduce expenditure authority for grants and benefits over a five-year period until the expenditure authorization was zeroed. After further review, the fiscal note did not take into consideration that 95 percent of SIF claims are for permanent total disability, meaning the claim will be paid for the life of the claimant. It will likely take decades for the fund liabilities to be absolved, so expenditure authority is required.													
1031 Sec Injury (DGF)			400.0										
* Allocation Difference *			400.0	0.0	0.0	0.0	0.0	0.0	400.0	0.0	0	0	0
** Appropriation Difference **			400.0	0.0	0.0	0.0	0.0	0.0	400.0	0.0	0	0	0
Labor Standards and Safety													
Wage and Hour Administration													
Maintain Certified Payroll Operations	24Gov	Inc	350.0	250.0	0.0	100.0	0.0	0.0	0.0	0.0	0	0	0
Certified Payroll fees are collected from contractors in Alaska under AS 36.05.045. The fee is equal to one percent of the contractor's contract price, not to exceed \$5.0 from the primary contractor. In FY2021, the department reviewed these fees and determined that they should be classified as general fund program receipts (GFPR) under AS 37.05.146(a) to directly support Wage & Hour operations.													
In the previous three fiscal years, the division has collected more than \$1,900.0 in GFPR but only has authority to expend approximately \$1,400.0, which has left significant shortfalls in expenditure authority that the department has had to manage. The increase in GFPR would allow Wage & Hour the ability to expend up to their revenue collection and to be self-funded.													
1005 GF/Prgm (DGF)			350.0										
Replace Unrestricted General Fund Receipts with General Fund Program Receipts	24Gov	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Wage and Hour no longer needs this GF as it has become self-sustaining through program receipts.													
1004 Gen Fund (UGF)			-250.0										
1005 GF/Prgm (DGF)			250.0										
* Allocation Difference *			350.0	250.0	0.0	100.0	0.0	0.0	0.0	0.0	0	0	0

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Labor Standards and Safety (continued)													
** Appropriation Difference **			350.0	250.0	0.0	100.0	0.0	0.0	0.0	0.0	0	0	0
Employment and Training Services													
Workforce Services													
Individual Training Accounts for Clients and Operation Training Grants	24Gov	Inc	1,512.4	0.0	0.0	0.0	0.0	0.0	1,512.4	0.0	0	0	0
The Workforce Innovation and Opportunity Act Federal award is formula-based and varies year to year, additional federal authority is required to allow for full utilization of award. Additional authority will be utilized to provide individual training accounts for clients to cover costs such as tuition, tools and supplies, lodging and meals, and relocation assistance to eligible individuals under specific employment programs, as well as for operations grants for employment training programs under the Workforce Innovation and Opportunity Act.													
1002 Fed Rcpts (Fed)			1,512.4										
Reduce Interagency Authority No Longer Needed	24Gov	Dec	-776.6	0.0	0.0	0.0	0.0	0.0	-776.6	0.0	0	0	0
The remaining interagency authority is sufficient to meet the needs of the component.													
1007 I/A Rcpts (Other)			-776.6										
* Allocation Difference *			735.8	0.0	0.0	0.0	0.0	0.0	735.8	0.0	0	0	0
Unemployment Insurance													
LFD Adjust: Add Federal Authority to Match Governor's Bill DO NOT ACCEPT AT SUBCOMMITTEE	24Gov	MisAdj	10,000.0	0.0	0.0	10,000.0	0.0	0.0	0.0	0.0	0	0	0
1002 Fed Rcpts (Fed)			10,000.0										
Programs and Operation of Disaster Unemployment Assistance Program	24Gov	Inc	6,378.1	69.7	0.0	5,754.4	6.0	0.0	548.0	0.0	0	0	0
Increased federal receipt and expenditure authority is required to fully utilize ongoing available federal grant opportunities including: integrity and security updates related to the Coronavirus Aid, Relief, and Economic Security Act Pandemic Unemployment Insurance programs; American Rescue Plan - Fraud Detection and Prevention; the Federal Emergency Management Agency Disaster Unemployment Insurance Act program; and anticipated supplemental budget request opportunities for the upgrade of the Unemployment Insurance program's legacy mainframe system.													
1002 Fed Rcpts (Fed)			6,378.1										
* Allocation Difference *			16,378.1	69.7	0.0	15,754.4	6.0	0.0	548.0	0.0	0	0	0
** Appropriation Difference **			17,113.9	69.7	0.0	15,754.4	6.0	0.0	1,283.8	0.0	0	0	0
Alaska Vocational Technical Center													
Alaska Vocational Technical Center													
Increase General Fund for AVTEC	24Gov	Inc	250.0	250.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
Alaska Vocational Technical Center needs general fund to support hiring qualified instructors. While full-time instructors are difficult to find, AVTEC has had success hiring adjunct and part time professors to fill their need.													
1004 Gen Fund (UGF)			250.0										

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Alaska Vocational Technical Center (continued)													
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Replace Unavailable Program Receipts to Support Existing Vocational Training Opportunities	24Gov	FndChg	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
<p>The Alaska Vocational Technical Center (AVTEC) is funded primarily through program receipts (GFPR) from student tuition and fees, and general fund support from the state. It has been the desire of AVTEC, the legislature, and multiple administrations that AVTEC be a self-sustaining operation. Since FY2015, GFPR authority has increased by \$929.6 to allow for the opportunity for increased revenue collection from students, and general fund support has decreased by \$1,414.4. The increase in GFPR revenue collection did not materialize and has remained relatively flat since FY2015.</p> <p>Due to an increase in cost for instructors and materials, AVTEC has been operating in a deficit and is expected to continue to do so without an increase in revenue. For AVTEC to meet current obligations, either an increase in general funds or an increase in tuition and fees students pay is necessary. A fund source swap of \$320.0 of GFPR for general funds will allow AVTEC to operate without having to increase the cost to students.</p>													
1004 Gen Fund (UGF)			320.0										
1005 GF/Prgm (DGF)			-320.0										
* Allocation Difference *			250.0	250.0	0.0	0.0	0.0	0.0	0.0	0.0	0	0	0
AVTEC Facilities Maintenance													
Reimbursable Service Agreement for Commodities Cost Increases	24Gov	Inc	33.6	0.0	0.0	0.0	33.6	0.0	0.0	0.0	0	0	0
<p>Increase interagency authority for a reimbursable services agreement between Alaska Vocational Education Center (AVTEC) and Facilities Maintenance for the increase in commodities needed to keep Alaska Vocational Education Center's aging facilities running.</p>													
1007 I/A Rcpts (Other)			33.6										
* Allocation Difference *			33.6	0.0	0.0	0.0	33.6	0.0	0.0	0.0	0	0	0
** Appropriation Difference **			283.6	250.0	0.0	0.0	33.6	0.0	0.0	0.0	0	0	0
*** Agency Difference ***			17,925.9	569.7	0.0	15,632.8	39.6	0.0	1,683.8	0.0	0	0	0
**** All Agencies Difference ****			17,925.9	569.7	0.0	15,632.8	39.6	0.0	1,683.8	0.0	0	0	0

Column Definitions

Adj Base (FY24 Adjusted Base) - FY23 Management Plan less one-time items, plus FY24 adjustments for position counts, funding transfers, line item transfers, temporary increments (IncT) from prior years, and additions for statewide items (e.g. salary and benefit increases). The Adjusted Base is the "first cut" of the FY24 budget; it is the base to which the Governor's and the legislature's increments, decrements, and fund changes are added.

24Gov (24Gov) - Includes FY24 Adjusted Base plus the Governor's operating budget requests for increments, decrements, fund source changes, and language transactions submitted on December 15, 2022.